



State of Utah
DEPARTMENT OF NATURAL RESOURCES
DIVISION OF OIL, GAS AND MINING

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July 10, 2001

George Finnegan
Resource Design Solutions, Inc.
P.O. Box 1178
Riverton, Utah 84065

Re: Change in Company Representative and Status of Permit Review, Resource Design Solutions, RDS 61 & 62 Mine (S/023/066) and RDS 502 (M/023/067), Juab County, Utah

Dear Mr. Finnegan:

On June 28, 2001, we received a Transfer of Notice of Intention of Small Mining Operations for the RDS 61 & 62 Mine (S/023/066) located in Juab County, Utah. The original small mining notice was submitted by Resource Design Solutions, Inc. and signed by Joe Dunlop. The transfer was to change the name of the contact from Joe Dunlop (who has resigned from the company) to George Finnegan, President of Resource Design Solutions. After talking with our legal counsel, we have been advised that since the company has not changed, but only the representative of the company, there is no need for a formal permit transfer. The June 3, 2001 letter signed by Mr. Joe Dunlop and accepted by George Finnegan, stating Mr. Dunlop has resigned from the company is sufficient for the Division to change our records. We now have you listed as the new operator on behalf of Resource Design Solutions for the RDS 61 & 62 Mine. We apologize for any confusion or inconvenience this may have caused.

On June 4, 2001, we received the Notice of Intention to Conduct Large Mining Operations changing the status of your RDS 502 mine site from a small mining operation to a large mining operation. We have also changed our records to indicate you are the new operator for this site as well. Due to pressing workloads and a recent loss in staffing, we have not been able to complete our review of your large mine application. We anticipate completing our initial review within the next 30 days.

Again we thank you for your help and cooperation in these matters. We look forward to working with you on your mining projects. If you have any questions regarding this letter, please contact me at (801) 538-5286, or Tom Munson at 538-5321.

Sincerely,

D. Wayne Hedberg
Permit Supervisor
Minerals Regulatory Program

jb

cc: Rex Rowley, BLM, Fillmore FO
Mine files (S/023/066 & M/023/067)
Resource Design-ltr.doc

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June 3, 2001

11/023104
5/023/066
#1/023/067

George Finnegan,

Because of the time that is require from the job I currently have and the uncertainty of how long I will be out of town, and the current time requirements of Resource Design Solutions, Inc. I here by tender my resignation of my office in RDS. As per our agreement, I also return any and all interest that I have in RDS to you.

This has come as a hard decision to make, and I wish you all the best in getting this going. Although I will not be an officer or a shareholder, I still offer you my assistance as time will allow.

I will contact Steve Christensen with a copy of this letter and have him draft a complete exchange of stock for the debt and indemnification and will provide the necessary deeds to transfer my interest to you.

I wish you the best of the world and success in the development of the Quarry. I regret not being able to hold on to the end.


Joseph Dunlop

Acceptance:


George Finnegan President

